

State TUtah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

December 20, 2007

Mr. Ralph Simpson 929 North 2500 West Vernal, Utah 84078

Subject: Five-Year Review of Reclamation Surety, Ralph Simpson, Homer and Bart,

S/047/078, Uintah County, Utah

Dear Mr. Simpson:

The Division has recently evaluated and adjusted the required reclamation surety for Homer and Bart Mine. Per R647-4-113.6.12, the surety amount has been escalated to the year 2012 based on a 3.2% escalation rate.

The amount of the increase is \$1,200.00, bringing your total bond amount for 1 acre(s) to \$6,200.00. Please contact Mr. Jed Pearson, Division Minerals Surety Coordinator to discuss the steps necessary to update the reclamation contract and obtain details on how to submit the increased surety amount. He can be reached at (801) 538-5382 or bondcoordinator@utah.gov.

Please provide the updated surety amount within 90 days of the date of this letter.

Thank you for taking the appropriate action to maintain the surety in a current status.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

Juan M. White

SMW-JP

cc John Blake, SITLA, (MLA 49199-MP)

Jed Pearson, DOGM

Paul Baker, DOGM

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